Lase 3:08-cv-00621-LDG-RAM Cocument 176174iled-08/04/103/Page age for 5 FILED RECEIVED JOAN C. WRIGHT, ESQ. **ENTERED** SERVED ON Nevada State Bar No. 1042 COUNSEL/PARTIES OF RECORD CHRIS MACKENZIE, ESO. Nevada State Bar No. 5060 ALLISON, MacKENZIE, PAVLAKIS, WRIGHT & FAGAN, LTD. AUG 0 4 2011 402 N. Division Street CLERK US DISTRICT COURT P.O. Box 646 DISTRICT OF NEVADA Carson City, NV 89702 Telephone: (775) 687-0202 DEPUTY Facsimile: (775) 882-7918 Email: iwright@allisonmackenzie.com Email: cmackenzie@allisonmackenzie.com Attorneys for Crisp Development, Inc. 8 and Berle G. Crisp 9 10 IN THE UNITED STATES DISTRICT COURT 11 FOR THE DISTRICT OF NEVADA 12 13 Case No. 3:08-cv-246-LDG-RAM JUDY KROSHUS, et al., 14 Plaintiffs, 15 ORDER GRANTING VS. MOTION FOR DETERMINATION 16 OF GOOD FAITH SETTLEMENT UNITED STATES OF AMERICA, et al., 17 Defendants. 18 19 Case No. 3:08-cv-0285-LDG-RAM ALICIA UHOUSE, et al., 20 ORDER GRANTING Plaintiffs, MOTION FOR DETERMINATION 21 OF GOOD FAITH SETTLEMENT VS. 22 UNITED STATES DEPARTMENT OF THE INTERIOR, et al., 23 Defendants. 24 25 26 27 28 1 J:UCW\D11CRSP05.ODR.WPD

BILL ADAMSON, et al.,	Case No. 3:08-cv-0621-LDG-RAM
Plaintiffs,	ORDER GRANTING MOTION FOR DETERMINATION
VS.	OF GOOD FAITH SETTLEMENT
UNITED STATES OF AMERICA,	
Defendant.	<i>'</i>
LARRY J. MOORE, et al.,	Case No. 3:09-cv-0167-LDG-RAM
Plaintiffs,	ORDER GRANTING
vs.	MOTION FOR DETERMINATION OF GOOD FAITH SETTLEMENT
UNITED STATES OF AMERICA,	
Defendant.	,
JAMES ADGETT, et al.,	Case No. 3:09-cv-0649-LDG-RAM
Plaintiffs,	
vs.	ORDER GRANTING MOTION FOR DETERMINATION
UNITED STATES OF AMERICA,	OF GOOD FAITH SETTLEMENT
Defendant.	1
BILL ADAMSON, et al.,	Case No. 3:09-cv-0715-LDG-RAM
Plaintiffs,	ORDER GRANTING
VS.	MOTION FOR DETERMINATION OF GOOD FAITH SETTLEMENT
UNITED STATES OF AMERICA,	OF GOOD PAITING THE EMENT
Defendant.	/
JAMES AMES, et al.,	Case No. 3:10-cv-0463-LDG-RAM
Plaintiffs,	ODDED CD ANTING
VS.	ORDER GRANTING MOTION FOR DETERMINATION
UNITED STATES OF AMERICA,	OF GOOD FAITH SETTLEMENT
Defendant.	

ORDER GRANTING MOTION FOR GOOD FAITH SETTLEMENT DETERMINATION

Based on Motion made by Specially Appearing Parties, CRISP DEVELOPMENT, INC. ("CDI") and BERLE G. CRISP, individually ("BERLE") (collectively "CRISP"), by and through their attorneys, ALLISON, MacKENZIE, PAVLAKIS, WRIGHT & FAGAN, LTD., upon the papers and pleadings on file in this matter, and the hearing held thereon, the Court now enters its findings of facts, conclusions of law and judgment as follows:

- 1. This case arises from a breach of the Truckee Canal in Lyon County, Nevada on January 5, 2008.
 - 2. A Complaint for Damages was filed against numerous defendants.
 - 3. Plaintiffs are owners of residential property situated in Fernley, Nevada.
- 4. A Complaint for Damages was also filed against BERLE. on alter ego grounds.
- 5. Plaintiffs claim that they suffered damages resulting from the flood waters that came from the breach of the Truckee Canal on January 5, 2008.
- 6. Plaintiffs allege that the January 5, 2008 flood in Fernley was due to the inadequate maintenance and operation of the Canal, among other reasons. They further assert that the flood consequences were "exacerbated" by the City of Fernley and the County of Lyon because of "intentional indifference" to requiring the contractors and builders of the residential subdivision to construct infrastructure that would minimize the damage caused by flooding in the event the floodwaters entered the subdivision where Plaintiffs' homes were located.
- 7. Plaintiffs also assert that the flood consequences were exacerbated by the "errors and omissions" in constructing various elements, including Rolling Meadows subdivision improvements, houses, Jenny's Lane crossing and the "Knuckle" at Wrangler Road and Wagon Wheel, committed by the Defendants, as well as allegations of misrepresentations made on the sale of Rolling Meadows properties.
- 8. CRISP has sued TRUCKEE-CARSON IRRIGATION DISTRICT, the BOARD OF DIRECTORS OF TRUCKEE-CARSON IRRIGATION DISTRICT, STEVE

1 CAMPOY, individually and dba STEVE CAMPOY GENERAL CONTRACTING, GREATER
2 NEVADA BUILDERS, the CITY OF FERNLEY, the COUNTY OF LYON, KING
3 CONSTRUCTION, INC., CARLSON TECHNICAL, INC., and WILLIAM CARLSON,
4 individually, for indemnity.

- 9. The CITY OF FERNLEY and COUNTY OF LYON, STEVE CAMPOY and GREATER NEVADA BUILDERS have sued CRISP for indemnity. STEVE CAMPOY and GREATER NEVADA BUILDERS have named various third-party defendants on the theories of negligence, contribution and indemnity.
- 10. It is alleged that CDI was the developer and general contractor of Rolling Meadows, involved in the Jenny's Lane crossing and the "Knuckle" at Wrangler Road and Wagon Wheel and that BERLE is the alter ego of CDI. It is also alleged that misrepresentations were made when the Rolling Meadows properties were sold.
 - ODI claims it never had any active role as the developer or general contractor of Rolling Meadows or the other improvements and instead was simply the lender. It is agreed that CDI financed the project improvements, including homes, but sold no homes. However, Plaintiffs allege, despite CDI's position, that CDI did more. There is a dispute as to whether CDI has any liability for Plaintiffs' damages.
 - 12. BERLE was the sole shareholder, director and officer of CDI. Nonetheless, BERLE asserts there is no proof to support the necessary elements for a claim of alter ego. There is a dispute as to whether the corporate veil of CDI should be pierced to impose liability on BERLE.
 - 13. An anneaure groun semement of this matter has been reached among the Plaintiffs and most parties to this case.
 - 14. The Settlement Agreement essentially provides that CRISP shall collectively pay the sum of \$558,000.00 in exchange for a complete release from the instant action and all pending actions as listed in the Motion.
 - 15. Neither CDI nor BERLE had insurance that would provide coverage for any of the pending actions.
 - 16. CDI has ceased all business and thus has no regular source of income from